## **UNITED STATES DEPARTMEN BUREAU OF LAND MANAGEMENT**

FORM APPROVED

OMB NO. 1004-0137 Expires: July 31, 2010

UTU-0144868

NT OF THE INTERIOR	<ol><li>Lease Serial No</li></ol>

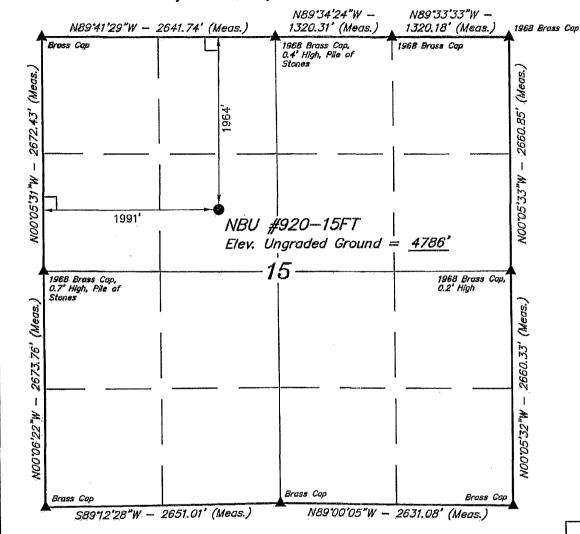
APPLICATION FOR PERMIT TO D	DIT I OD DEENTED	6. If Indian, Allottee or Tribe Name					
THI EICHTION FOR TERMIT TO D							
		7. If Unit or CA Agreement, Name and No.					
1a. Type of Work: DRILL	REENTER	891008900A					
		8. Lease Name and Well No.					
1b. Type of Well: X Gas Well Other	X Single Zone Multiple 2	Zone NBU 920-15FT					
2. Name of Operator		9. API Well No.					
Kerr-McGee Oil & Gas On	shore, LP	43-047-40120					
	b. Phone No. (include area code)	10. Field and Pool, or Exploratory					
P.O. Box 173779	,						
Denver, CO 80217-3779	720.929.6226	Natural Buttes Field					
4. Location of well (Report location clearly and In accorded	ance with any State requirements.	*) 11. Sec.,T.,R.,M.,or Blk.and Survey or Area					
At surface 1964 1991 SE NW Lat.	40.037367 Long109.6546	501					
FNL FWL 1014790 x 11/11	40.037367 Long109.6546 325444 40.637204	Sec 15 T 9S R 20E					
At proposed prod. zone N/A	-109.65456	// See 15 1 35 K 20E					
14. Distance in miles and direction from the nearest town or		7 12. Cou State					
	post office.	ſ					
8 miles southeast of Ouray, Utah		Uintah Utah					
15. Distance from proposed*	16. No. of acres in lease	17. Spacing Unit dedicated to this well					
location to nearest	200	40					
property or lease line, ft.  (Also to nearest drlg. unit line, if any)	320	40					
18. Distance from proposed location*	10. Proposed Doub	20 DIM/DIA D IN CI.					
to nearest well, drilling, completed, 1000'	19. Proposed Depth	20. BLM/ BIA Bond No. on file					
applied for, on this lease, ft.	10,700	WYW000291/RLB0005239					
		Esti					
21. Elevations (Show whether DF. RT, GR, etc.)	22. Aproximate date work w	rill start*mat					
4786 GR	ASAP	10 days					
	24. Attachments	To days					
The following, completed in accordance with the requiremen		No. 1 shall be attached to this form.					
The following, completed in accordance with the requirement	is of Offshore Off and Gas Order I	vo. I shall be attached to this form:					
1. Well plat certified by a registered surveyor.	4 Bond to cover the	operations unless covered by existing bond on file(see					
2. A Drilling Plan.	item 20 above).	operations among to releasely existing bolid on me(sec					
3. A Surface Use Plan ( if the location is on National Forest		tion.					
SUPO shall be filed with the appropriate Forest Service (		ecific information and/ or plans as may be required by					
	authorized officer	:					
25. Signature N	ame (Printed/ Typed) Kevin	McIntyre					
he me	The state of the s						
Title Regulatory Analyst		RECEIVED					
		ILOLIVED					
	ame (Printed/ Typed)	JUN 0 6 2008					
Drest 6-10-08	BRADLEY G. HIL	<b>1</b> 100					
Title	ffic <b>E</b> NVIRONMENTAL MANAGE	DIV. OF OIL, GAS & MINING					
, , , , , , , , , , , , , , , , , , ,							

Application approval does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Conditions of approval, if any, are attached.

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

## T9S, R2OE, S.L.B.&M.



#### BASIS OF BEARINGS

BASIS OF BEARINGS IS A G.P.S. OBSERVATION.

### LEGEND:

L = 90' SYMBOL

PROPOSED WELL HEAD.

= SECTION CORNERS LOCATED.

#### (NAD 83) LATITUDE = 40°02'14.39" (40.037331) LONGITUDE = 109'39'19.34" (109.655372) (NAD 27)

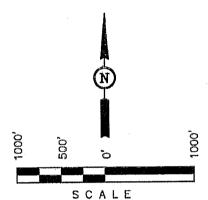
LATITUDE = 40'02'14.52" (40.037367) LONGITUDE = 109'39'16.85" (109.654681)

## Kerr-McGee Oil & Gas Onshore LP

Well location, NBU #920-15FT, located as shown in the SE 1/4 NW 1/4 of Section 15, T9S, R20E, S.L.B.&M. Uintah County, Utah.

#### BASIS OF ELEVATION

TWO WATER TRIANGULATION STATION LOCATED IN THE NW 1/4 OF SECTION 1, T10S, R21E, S.L.B.&M. TAKEN FROM THE BIG PACK MTN NE, QUADRANGLE, UTAH, UINTAH COUNTY, 7.5 MINUTE QUAD. (TOPOGRAPHIC MAP) PUBLISHED BY THE UNITED STATES DEPARTMENT OF THE INTERIOR, GEOLOGICAL SURVEY. SAID ELEVATION IS MARKED AS BEING 5238 FEET.



CERTIFICATE

THIS IS TO CERTIFY THAT THE ABOVE PURPLED NOTES OF ACTUAL SURVEYS MAD BUT SUPERVISION AND THAT THE SAME ARE TO BEST OF MY KNOWLEDGE AND BELIEF

REGISTE TO LAND SURVEYOR REGISTRIC ON OND 161319 STATE OF TAMPTE OF U

Uintah Engineering & Land Surveying

85 SOUTH 200 EAST - VERNAL, UTAH 84078

(435) 789-1017

		•	
scale 1" = 1000'		DATE SURVEYED: 4-17-08	DATE DRAWN: 5-14-08
D.K. C.K.	C.P.	REFERENCES G.L.O. PLA	ΑT
WEATHER	FI		
COLD		err-McGee Oil &	: Gas Onshore LP

## NBU 920-15FT SENW Sec. 15, T9S,R20E UINTAH COUNTY, UTAH UTU-0144868

### **ONSHORE ORDER NO. 1**

#### DRILLING PROGRAM

## 1. <u>Estimated Tops of Important Geologic Markers:</u>

<u>Formation</u>	<u>Depth</u>
Uinta Green River Bird's Nest Mahagony Wasatch Mesaverde MVU2 MVL1	0- Surface 1882' 2032' 2437' 5231' 8596' 9571' 10,066'
TD	10,700'

## 2. Estimated Depths of Anticipated Water, Oil, Gas, or Mineral Formations:

Substance	Formation	Depth
1	Green River	1882'
	Bird's Nest	2032'
	Mahagony	2437'
Gas	Wasatch	5231'
Gas	Mesaverde	8596'
Gas	MVU2	9571'
Gas	MVL1	10,066
Water	N/A	10,000
Other Minerals	N/A	

## 3. <u>Pressure Control Equipment</u> (Schematic Attached)

Please see the Natural Buttes Unit Standard Operating Procedure (SOP).

## 4. <u>Proposed Casing & Cementing Program:</u>

Please see the Natural Buttes Unit SOP.

## 5. <u>Drilling Fluids Program:</u>

Please see the Natural Buttes Unit SOP.

#### 6. Evaluation Program:

Please see the Natural Buttes Unit SOP.

### 7. Abnormal Conditions:

Maximum anticipated bottomhole pressure calculated at 10,700' TD, approximately equals  $6634 \, \mathrm{psi}$  (calculated at  $0.62 \, \mathrm{psi/foot}$ ).

Maximum anticipated surface pressure equals approximately 4280 psi (bottomhole pressure minus the pressure of a partially evacuated hole calculated at 0.22 psi/foot).

## 8. <u>Anticipated Starting Dates:</u>

Drilling is planned to commence immediately upon approval of this application.

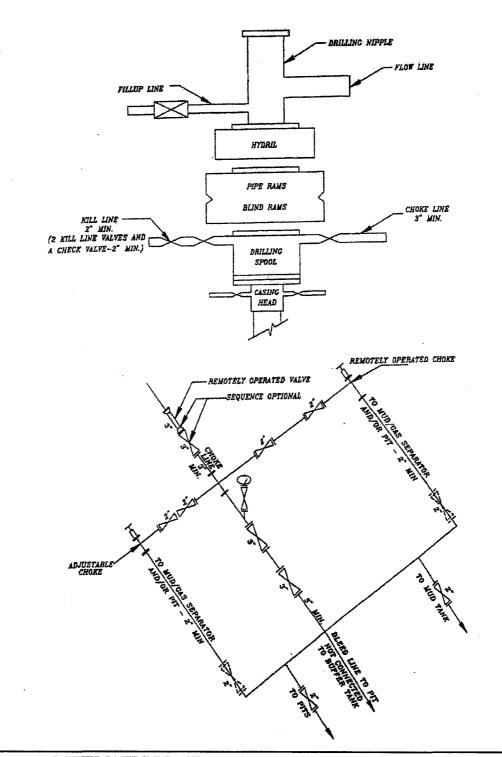
## 9. <u>Variances:</u>

Please see Natural Buttes Unit SOP.

### 10. Other Information:

Please see Natural Buttes Unit SOP.

## **EXHIBIT A**



SCHEMATIC DIAGRAM OF 5,000 PSI BOP STACK

## NBU 920-15FT SENW Sec. 15, T9S R20E UINTAH COUNTY, UTAH UTU-0144868

#### ONSHORE ORDER NO. 1

#### **MULTI-POINT SURFACE USE & OPERATIONS PLAN**

#### 1. Existing Roads:

Refer to the attached location directions.

Refer to Topo Maps A and B for location of access roads within a 2-mile radius.

#### 2. Planned Access Roads:

Please see the Natural Buttes Unit Standard Operating Procedure (SOP).

Approximately 200' +/- of new access road. Please refer to the attached Topo Map B.

#### 3. <u>Location of Existing Wells Within a 1-Mile Radius:</u>

Please refer to Topo Map C.

#### 4. Location of Existing & Proposed Facilities:

Please see the Natural Buttes Unit SOP.

Existing pipeline for Cige #22 will be utilized for this twin location.

All facilities will be painted within six months of installation. Facilities required to comply with the Occupational Safety and Health Act (OSHA) will be excluded. The requested color is Carlsbad Canyon Brown (2.5Y 6/2), a non-reflective earthtone.

#### 5. <u>Location and Type of Water Supply:</u>

Please see the Natural Buttes SOP.

#### 6. Source of Construction Materials:

Please see the Natural Buttes SOP.

#### 7. Methods of Handling Waste Materials:

Please see the Natural Buttes SOP.

Any produced water from the proposed well will be contained in a water tank and will then be hauled By truck to one of the pre-approved disposal sites: RNI, Sec. 5, T9S, R22E, NBU #159, Sec. 35, T9S, R21E, Ace Oilfield, Sec. 2, T6S, R20E, MC&MC, Sec. 12, T6S, R19E, Pipeline Facility, Sec. 36, T9S, R20E, Goat Pasture Evaporation Pond, SW/4 Sec. 16, T10S, R22E, Bonanza Evaporation Pond, Sec. 2, T10S, R23E.

#### 8. Ancillary Facilities:

Please see the Natural Buttes SOP.

#### 9. Well Site Layout: (See Location Layout Diagram)

The attached Location Layout Diagram describes drill pad cross-sections, cuts and fills, and locations of the mud tanks, reserve pit, flare pit, pipe racks, trailer parking, spoil dirt stockpile(s), and surface material stockpile(s).

Please see the attached diagram to describe rig orientation, parking areas, and access roads.

Culverts will be installed where needed.

A run off diversion for drainage will be constructed where needed.

The reserve pit will be lined. When the reserve pit is closed the pit liner will be buried below plow depth.

Location size may change prior to the drilling of the well due to the current rig availability. If the proposed location is not large enough to accommodate the drilling rig. The location will be resurveyed and a form 3160-5 will be submitted.

#### 10. Plans for Reclamation of the Surface:

Please see the Natural Buttes SOP.

#### 11. <u>Surface Ownership</u>:

The well pad and access road are located on lands owned by:

Ute Indian Tribe P.O. Box 70 Fort Duchesne, Utah 84026 (435) 722-5141

### 12. Other Information:

A Class III Archaeological Survey Report has been conducted for this location and submitted to the Ute Indian Tribe prior to the on-site inspection.

This location is not within 460' from the boundary of the Natural Buttes Unit, nor is it within 460' of any non-committed tract lying within boundaries of the unit.

## 13. <u>Lessee's or Operator's Representative & Certification:</u>

Kevin McIntyre Regulatory Analyst Kerr-McGee Oil & Gas Onshore LP P.O. Box 173779 Denver, CO 80217-3779 (720) 929-6226 Randy Bayne
Drilling Manager
Kerr-McGee Oil & Gas Onshore LP
1368 South 1200 East
Vernal, UT 84078
(435) 781-7018

Certification: All lease and/or unit operations will be conducted in such a manner that full compliance is made with all applicable laws, regulations, Onshore Oil and Gas Orders, the approved Plan of Operations, and any applicable Notice to Lessees.

Kerr-McGee Oil & Gas Onshore LP is considered to be the operator of the subject well. Kerr-McGee Oil & Gas Onshore LP agrees to be responsible under the terms and conditions of the lease for the operations conducted upon leased lands.

The Operator will be fully responsible for the actions of its subcontractors. A complete copy of the approved "Application for Permit to Drill" will be furnished to the field representative(s) to ensure compliance and shall be on location during all construction and drilling operations.

Bond coverage pursuant to 43 CFR 3104 for lease activities is being provided by Bureau of Indian Affairs Nationwide Bond #RLB0005239, Bureau of Land Management Nationwide Bold #WYB000291 and State of Utah Bond #RLB0005237.

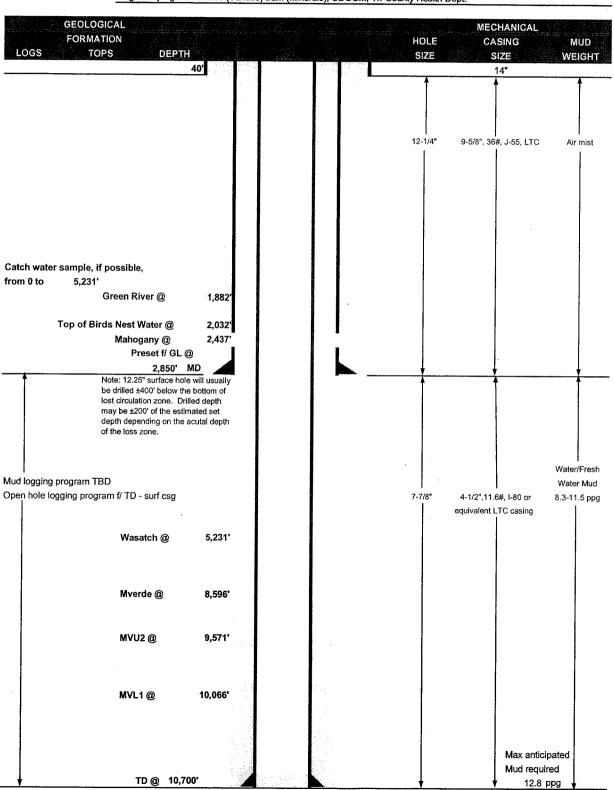
I hereby certify that I, or persons under my supervision, have inspected the proposed drill site and access route, that I am familiar with the conditions that currently exist; that the statements made in this plan are, to the best of my knowledge, true and correct; and the work associated with the operations proposed herein will be performed by the Operator, its contractors, and subcontractors in conformity with this plan and the terms and conditions under which it is approved.

Kin e	6/5/2008
Kevin McIntyre	Date



# KERR-McGEE OIL & GAS ONSHORE LP DRILLING PROGRAM

COMPA	NY NAME	KERR-McGE	EOIL & GAS ON	SHORE LP			DATE	June 3, 2	2008		
WELL N	AME	NBU 920-1	5FT			7	TD	10,700'	MD/TVD		*
FIELD	Natural Butte	es	COUNTY Uinta	h	STATE	Utah		ELEVATION	4,786' GL	K	3 4,801'
SURFAC	E LOCATION	<b>SENW 196</b>	64' FNL & 1991' I	FWL_				<del></del>		BHL	Straight Hole
		Latitude:	40.037367	Longitude	: -10	9.65468	1				
OBJECT	IVE ZONE(S)	Wasatch/M	esaverde								
<b>ADDITIO</b>	NAL INFO	Regulatory	Agencies:Tribe (	Surface) BL	M (Miner	rals). UD	OGM. Tr	-County Health	Dept		



#### **CASING PROGRAM**

							1	ESIGN FACT	ORS
	SIZE	INTERVA	L .	NT.	GR.	CPLG.	BURST	COLLAPSE	TENSION
CONDUCTOR	14"	0-40'							
							3520	2020	453000
SURFACE	9-5/8"	0 to	2,850' 3	6.00	J-55	LTC	0.74	1.51	5.04
			3.13				7780	6350	201000
PRODUCTION	4-1/2"	0 to	10700 1	1.60	I-80	LTC	1.63	0.89	1.86
			<u></u>						

- 1) Max Anticipated Surf. Press.(MASP) (Surface Casing) = (Pore Pressure at next csg point-(0.22 psi/ft-partial evac gradient x TVD of next csg point)
- 2) MASP (Prod Casing) = Pore Pressure at TD (.22 psi/ft-partial evac gradient x TD)

(Burst Assumptions: TD =

12.8 ppg)

.22 psi/ft = gradient for partially evac wellbore

(Collapse Assumption: Fully Evacuated Casing, Max MW)

(Tension Assumptions: Air Weight of Casing\*Buoy.Fact. of water)

MASP 4280 psi

#### **CEMENT PROGRAM**

		William Co. Comment		angeres are serviced	Z1000000000000000000000000000000000000	. 6.4.5.4	· ····································
		FT. OF FILL	DESCRIPTION	SACKS	EXCESS	WEIGHT	YIELD
SURFACE	LEAD	500	Premium cmt + 2% CaCl	215	60%	15.60	1.18
Option 1			+ .25 pps flocele				
TOP	OUT CMT (1)	250	20 gals sodium silicate + Premium cmt	100		15.60	1.18
			+ 2% CaCl + .25 pps flocele			guran Parks	WHALE
TOP	OUT CMT (2)	as required	Premium cmt + 2% CaCl	as req.		15.60	1.18
SURFACE			NOTE: If well will circulate water to surfac	e, option	2 will be ut	lized	
Option 2	LEAD	2000	Prem cmt + 16% Gel + 10 pps gilsonite	230	35%	11.00	3.82
			+ 25 pps Flocele + 3% salt BWOC				
	TAIL	500	Premium cmt + 2% CaCl	180	35%	15.60	1.18
	:		+ .25 pps flocele				
TC	POUT CMT	as required	Premium cmt + 2% CaCl	as req.		15.60	1.18
PRODUCTION	LEAD	4,730'	Premium Lite II + 3% KCI + 0.25 pps	520	60%	11.00	3.38
			celloflake + 5 pps gilsonite + 10% gel				83. 99 448 4
			+ 0.5% extender			NEA WAYN, THE GOLD	KU11 1.11 0.12 0.00 0.00
	TAIL	5,970'	50/50 Poz/G + 10% sait + 2% gel	1670	60%	14.30	1.31
			+.1% R-3				

<sup>\*</sup>Substitute caliper hole volume plus 0% excess for LEAD if accurate caliper is obtained

#### **FLOAT EQUIPMENT & CENTRALIZERS**

SURFACE	Guide shoe, 1 jt, insert float. Centralize first 3 joints with bow spring centralizers. Thread lock guide shoe.
PRODUCTION	Float shoe, 1 jt, float collar. Centralize first 3 joints & every third joint to top of tail cement with bow spring centralizers.

#### ADDIT

ADDITION	AL INFORMATION		•					
	Test casing head to 750 psi af	er installing. Test surface casing to 1,500 psi prior to drilling o	out.					
	BOPE: 11" 5M with one annul	ar and 2 rams. Test to 5,000 psi (annular to 2,500 psi) prior to	drilling out. Record on chart recorder &					
	tour sheet. Function test rams	on each trip. Maintain safety valve & inside BOP on rig floor a	at all times. Kelly to be equipped with upper					
	& lower kelly valves.							
	Drop Totco surveys every 2000'. Maximum allowable hole angle is 5 degrees.							
	Most rigs have PVT Systems for	or mud monitoring. If no PVT is available, visual monitoring wil	be utilized.					
DRILLING	ENGINEER:		DATE:					
		Brad Laney						
DRILLING	SUPERINTENDENT:		DATE:					

NBU 920-15FT.xls

Randy Bayne

<sup>\*</sup>Substitute caliper hole volume plus 10% excess for TAIL if accurate caliper is obtained

## Kerr-McGee Oil & Gas Onshore LP

## NBU #920-15FT SECTION 15, T9S, R20E, S.L.B.&M.

PROCEED IN A WESTERLY DIRECTION FROM VERNAL, UTAH ALONG U.S. HIGHWAY 40 APPROXIMATELY 14.0 MILES TO THE JUNCTION OF STATE HIGHWAY 88; TURN LEFT AND PROCEED IN A SOUTHERLY DIRECTION APPROXIMATELY 17.0 MILES TO OURAY, UTAH; PROCEED IN A SOUTHERLY DIRECTION APPROXIMATELY 3.6 MILES ON THE SEEP RIDGE ROAD TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE SOUTHEAST; TURN LEFT AND PROCEED IN A SOUTHEASTERLY DIRECTION APPROXIMATELY 1.9 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE NORTHEAST; TURN LEFT AND PROCEED IN A NORTHEASTERLY, THEN NORTHWESTERLY DIRECTION APPROXIMATELY 0.6 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE NORTHEAST; TURN RIGHT AND PROCEED IN A NORTHEASTERLY DIRECTION APPROXIMATELY 200' TO THE PROPOSED LOCATION.

TOTAL DISTANCE FROM VERNAL, UTAH TO THE PROPOSED WELL LOCATION IS APPROXIMATELY 37.1 MILES.

## Kerr-McGee Oil & Gas Onshore LP

NBU #920-15FT LOCATED IN UINTAH COUNTY, UTAH SECTION 15, T9S, R20E, S.L.B.&M.

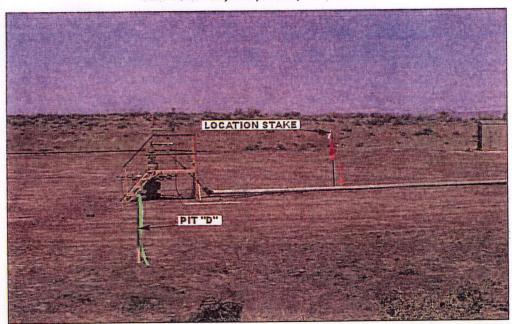


PHOTO: VIEW FROM PIT "D" TO LOCATION STAKE

CAMERA ANGLE: NORTHWESTERLY

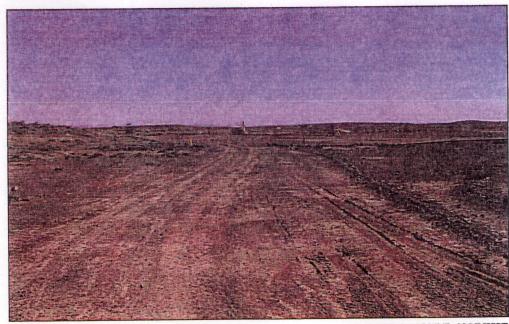


PHOTO: VIEW OF EXISTING ACCESS

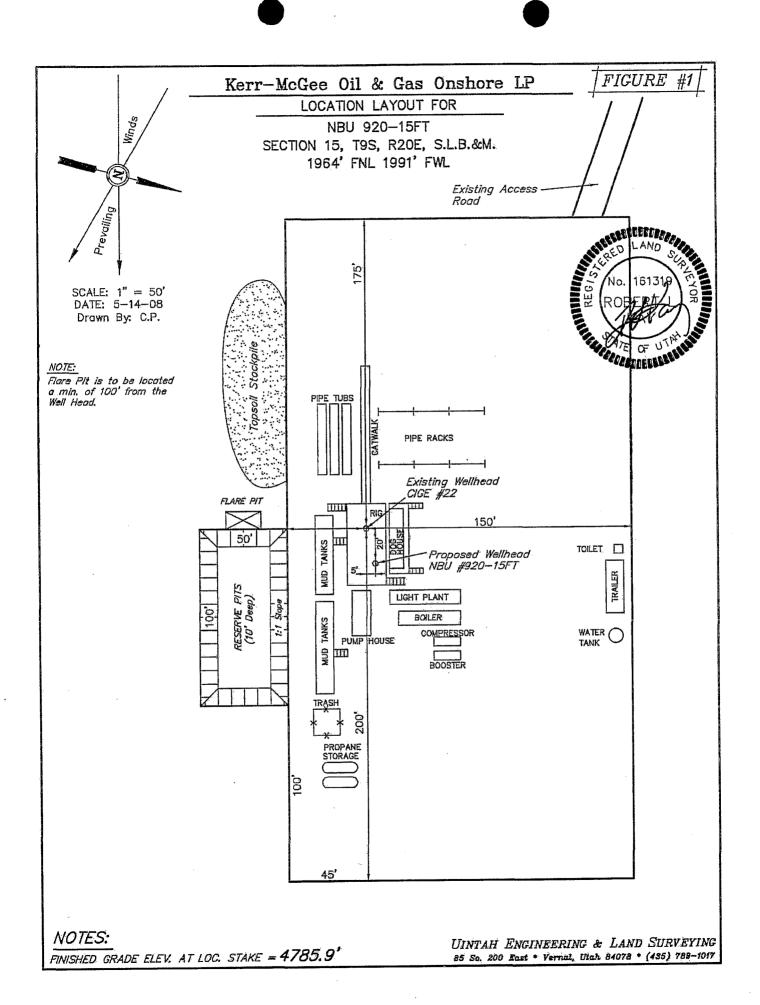
CAMERA ANGLE: NORTHEASTERLY

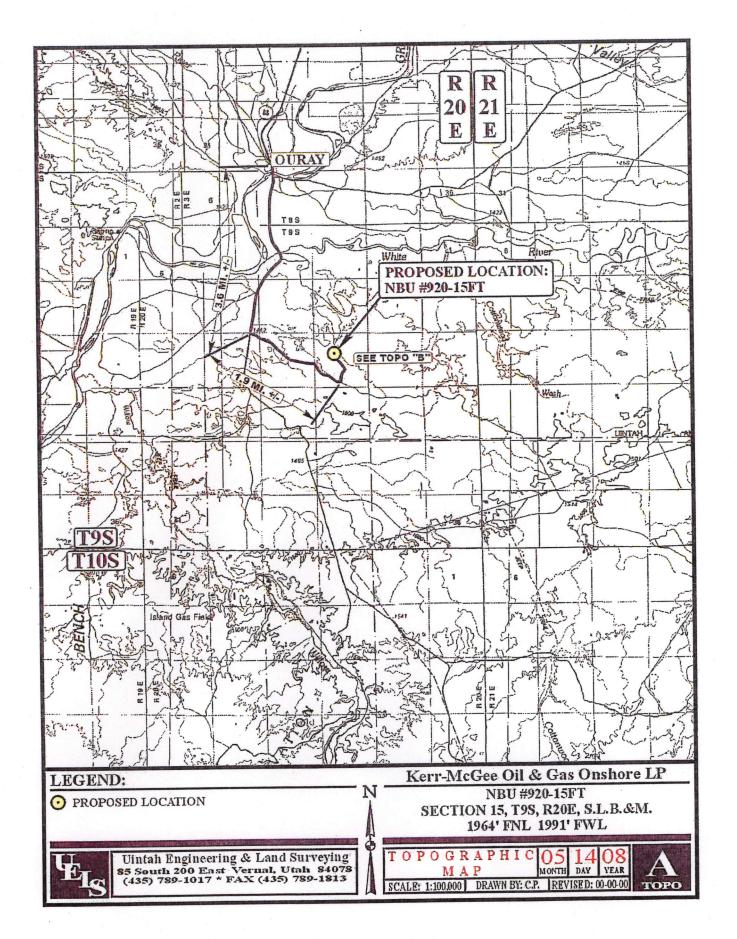


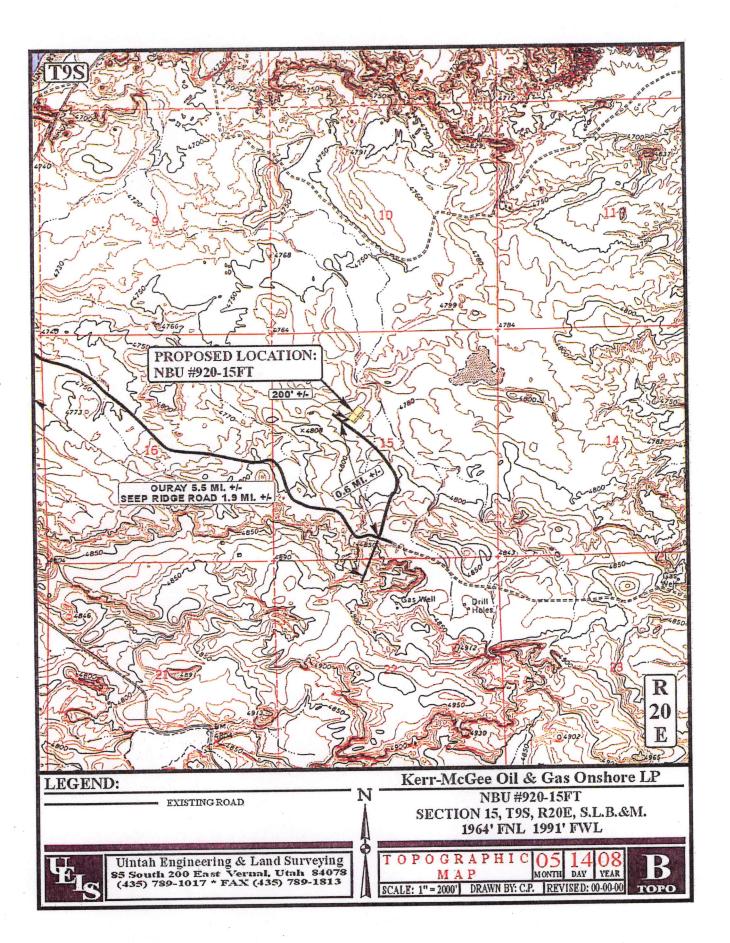
Uintah Engineering & Land Surveying 85 South 200 East Vernal, Utah 84078 435-789-1017 uels@uelsinc.com

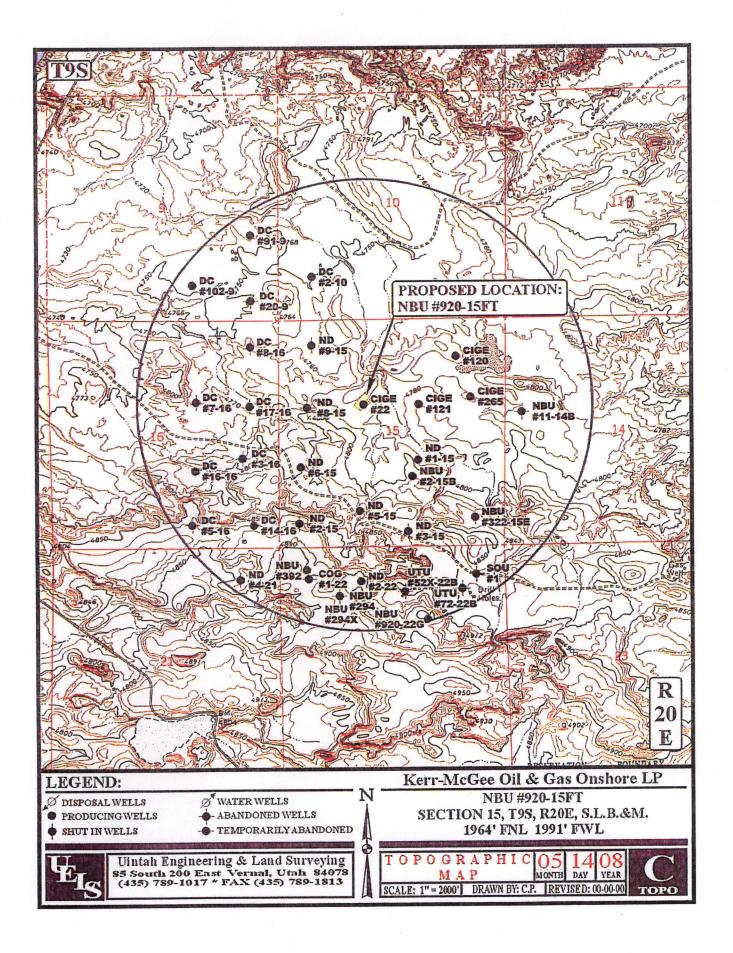
LOCATION PHOTOS

TAKEN BY: D.K. | DRAWN BY: C.P. | REVISED: 00-00-00

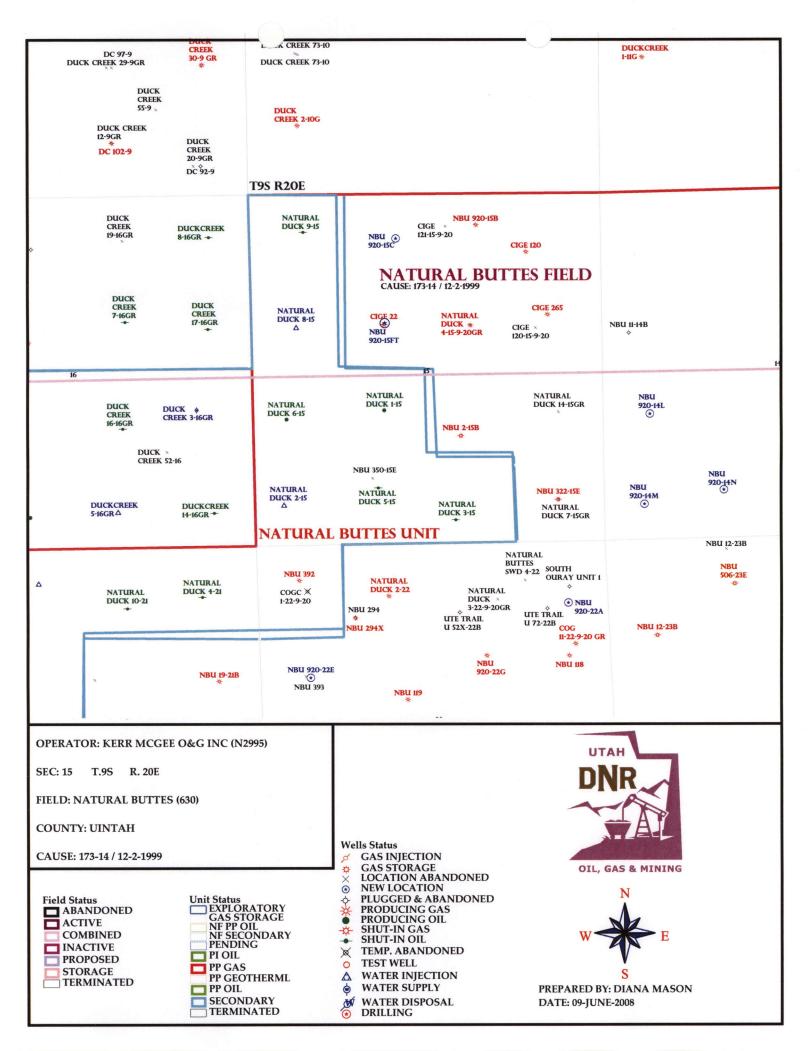








APD RECEIVED: 06/06/2008	API NO. ASSIG	NED: 43-047	-40120
WELL NAME: NBU 920-15FT	·		
	PHONE NUMBER:	720-929-6226	
	FRONE NOMBER:	720 323 0220	<u>,                                      </u>
CONTACT: KEVIN MCINTYRE			
PROPOSED LOCATION:	INSPECT LOCATN	BY: /	/
SENW 15 090S 200E SURFACE: 1964 FNL 1991 FWL	Tech Review	Initials	Date
BOTTOM: 1964 FNL 1991 FWL	Engineering		
COUNTY: UINTAH LATITUDE: 40.03721 LONGITUDE: -109.6546	Geology	-	
UTM SURF EASTINGS: 614789 NORTHINGS: 44325	Surface		
LEASE TYPE: 1 - Federal  LEASE NUMBER: UTU-0144868  SURFACE OWNER: 2 - Indian	PROPOSED FORMAT  COALBED METHANE  LOCATION AND SITING:		'D
RECEIVED AND/OR REVIEWED:	LOCATION AND SITING:		
Plat	R649-2-3.		
✓ Bond: Fed[1] Ind[] Sta[] Fee[]	Unit: NATURAL BUTTES		
(No. RLB0005239 )	Onic: Milordia Bolling		
Potash (Y/N)	R649-3-2. Gener	al	
Oil Shale 190-5 (B) or 190-3 or 190-13	Siting: 460 From Qt	r/Qtr & 920' Be	etween Wells
Water Permit	R649-3-3. Excep	tion	
(No. 43-8496 )			
N RDCC Review (Y/N)	Drilling Unit	أنصمت	
(Date: )	Board Cause No:	173-14	
H/W Fee Surf Agreement (Y/N)	Eff Date:	12-2-1999	<u>'</u>
	Siting: 440 fr	is any wire of	min rough
INTERNATION (Y/N)	R649-3-11. Dire	ctional Dril	1
COMMENTS:	. 01		
COMMENTS:	ti Sile		
STIPULATIONS:	NA E		
			<u> </u>



## **United States Department of the Interior**

### BUREAU OF LAND MANAGEMENT

Utah State Office
P.O. Box 45155
Salt Lake City, Utah 84145-0155

IN REPLY REFER TO: 3160 (UT-922)

June 9, 2008

#### Memorandum

To: Assistant District Manager Minerals, Vernal District

From: Michael Coulthard, Petroleum Engineer

Subject: 2008 Plan of Development Natural Buttes Unit

Uintah County, Utah.

Pursuant to email between Diana Whitney, Division of Oil, Gas and Mining, and Mickey Coulthard, Utah State Office, Bureau of Land Management, the following wells are planned for calendar year 2008 within the Natural Buttes Unit, Uintah County, Utah.

API# WELL NAME LOCATION

(Proposed PZ Wasatch/MesaVerde)

43-047-40110 NBU 921-26N2AS Sec 26 T09S R21E 0463 FSL 1302 FWL BHL Sec 26 T09S R21E 1160 FSL 1940 FWL

43-047-40111 NBU 921-26M4AS Sec 26 T09S R21E 0458 FSL 1282 FWL BHL Sec 26 T09S R21E 0425 FSL 1165 FWL

43-047-40112 NBU 921-26N2DS Sec 26 T09S R21E 0468 FSL 1321 FWL BHL Sec 26 T09S R21E 0830 FSL 1875 FWL

43-047-40113 NBU 921-26M2AS Sec 26 T09S R21E 0454 FSL 1263 FWL BHL Sec 26 T09S R21E 1095 FSL 0475 FWL

 43-047-40114
 NBU
 921-35AT
 Sec
 35
 T09S
 R21E
 0504
 FNL
 0524
 FEL

 43-047-40120
 NBU
 920-15FT
 Sec
 15
 T09S
 R20E
 1964
 FNL
 1991
 FWL

 43-047-40119
 NBU
 922-29J
 Sec
 29
 T09S
 R22E
 2383
 FSL
 1736
 FEL

43-047-40115 NBU 922-29FT Sec 29 T09S R22E 2323 FNL 2022 FWL

43-047-40116 NBU 922-3201T Sec 32 T09S R22E 0900 FSL 1915 FEL

43-047-40117 NBU 922-32MT Sec 32 T09S R22E 1153 FSL 0717 FWL

43-047-40118 NBU 922-36NT Sec 36 T09S R22E 1118 FSL 2308 FWL

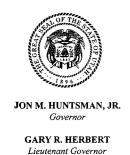
This office has no objection to permitting the wells at this time.

bcc: File - Natural Buttes Unit

Division of Oil Gas and Mining

Central Files
Agr. Sec. Chron
Fluid Chron

MCoulthard:mc:6-9-08





MICHAEL R. STYLER Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA
Division Director

June 10, 2008

Kerr-McGee Oil & Gas P O Box 173779 Denver, CO 80217-3779

Re:

NBU 920-15FT Well, 1964' FNL, 1991' FWL, SE NW, Sec. 15, T. 9 South, R. 20 East,

Uintah County, Utah

Gentlemen:

Pursuant to the provisions and requirements of Utah Code Ann.§ 40-6-1 et seq., Utah Administrative Code R649-3-1 et seq., and the attached Conditions of Approval, approval to drill the referenced well is granted.

This approval shall expire one year from the above date unless substantial and continuous operation is underway, or a request for extension is made prior to the expiration date. The API identification number assigned to this well is 43-047-40120.

Sincerely,

Gil Hunt

Associate Director

DigZLA

pab Enclosures

cc:

**Uintah County Assessor** 

Bureau of Land Management, Vernal Office



Operator:	Kerr-McGee Oil & Gas		
Well Name & Number	NBU 920-15FT		
API Number:	43-047-40120		
Lease:	UTU-0144868		
Location: SE NW	<b>Sec.</b> 15	T. 9 South	<b>R.</b> 20 East

#### **Conditions of Approval**

#### 1. General

Compliance with the requirements of Utah Admin. R. 649-1 *et seq.*, the Oil and Gas Conservation General Rules, and the applicable terms and provisions of the approved Application for permit to drill.

#### 2. Notification Requirements

Notify the Division within 24 hours of spudding the well.

• Contact Carol Daniels at (801) 538-5284.

Notify the Division prior to commencing operations to plug and abandon the well.

• Contact Dustin Doucet at (801) 538-5281 office (801) 733-0983 home

#### 3. Reporting Requirements

All required reports, forms and submittals will be promptly filed with the Division, including but not limited to the Entity Action Form (Form 6), Report of Water Encountered During Drilling (Form 7), Weekly Progress Reports for drilling and completion operations, and Sundry Notices and Reports on Wells requesting approval of change of plans or other operational actions.

- 4. State approval of this well does not supersede the required federal approval, which must be obtained prior to drilling.
- 5. In accordance with Order in Cause No. 190-5(b) dated October 28, 1982, the Operator shall comply with requirements of Rules R649-3-31 and R649-3-27 pertaining to Designated Oil Shale Areas. Additionally, the operator shall ensure that the surface and/or production casing is properly cemented over the entire oil shale interval as defined by Rule R649-3-31. The Operator shall report the actual depth the oil shale is encountered to the Division.

STATE OF UTAH			FORM 9
DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS, AND MINING			5.LEASE DESIGNATION AND SERIAL NUMBER: UTU-0144868
SUNDRY NOTICES AND REPORTS ON WELLS			6. IF INDIAN, ALLOTTEE OR TRIBE NAME: UTE
Do not use this form for proposition-hole depth, reenter plu DRILL form for such proposals.	sals to drill new wells, significantly deeper agged wells, or to drill horizontal laterals. I	n existing wells below current Use APPLICATION FOR PERMIT TO	7.UNIT or CA AGREEMENT NAME: NATURAL BUTTES
1. TYPE OF WELL Gas Well			8. WELL NAME and NUMBER: NBU 920-15FT
2. NAME OF OPERATOR: KERR-MCGEE OIL & GAS ONS	HORE, L.P.		9. API NUMBER: 43047401200000
<b>3. ADDRESS OF OPERATOR:</b> P.O. Box 173779 1099 18th S	treet, Suite 600, Denver, CO, 80217 3779	<b>PHONE NUMBER:</b> 720 929-6587 Ext	9. FIELD and POOL or WILDCAT: NATURAL BUTTES
4. LOCATION OF WELL FOOTAGES AT SURFACE: 1964 FNL 1991 FWL			COUNTY: UINTAH
QTR/QTR, SECTION, TOWNSHI Qtr/Qtr: SENW Section: 15	IP, RANGE, MERIDIAN: Township: 09.0S Range: 20.0E Meridian:	S	STATE: UTAH
11. CHE	CK APPROPRIATE BOXES TO INDICA	TE NATURE OF NOTICE, REPORT,	OR OTHER DATA
TYPE OF SUBMISSION		TYPE OF ACTION	
	ACIDIZE	ALTER CASING	CASING REPAIR
✓ NOTICE OF INTENT Approximate date work will start:	CHANGE TO PREVIOUS PLANS	CHANGE TUBING	CHANGE WELL NAME
6/6/2009	CHANGE WELL STATUS	☐ COMMINGLE PRODUCING FORMATIONS	☐ CONVERT WELL TYPE
SUBSEQUENT REPORT	DEEPEN	FRACTURE TREAT	☐ NEW CONSTRUCTION
Date of Work Completion:	OPERATOR CHANGE	PLUG AND ABANDON	PLUG BACK
	PRODUCTION START OR RESUME	RECLAMATION OF WELL SITE	RECOMPLETE DIFFERENT FORMATION
SPUD REPORT Date of Spud:	REPERFORATE CURRENT FORMATION	SIDETRACK TO REPAIR WELL	TEMPORARY ABANDON
	☐ TUBING REPAIR	☐ VENT OR FLARE	WATER DISPOSAL
☐ DRILLING REPORT	☐ WATER SHUTOFF	SI TA STATUS EXTENSION	✓ APD EXTENSION
Report Date:	☐ WILDCAT WELL DETERMINATION	☐ OTHER	OTHER:
12 DESCRIBE BRODOSED OF CO	MMDI ETED OPERATIONS. Clearly show all no	ertinent details including dates, denths, w	olumes etc
12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volumes, etc.  Kerr-McGee Oil & Gas Onshore, L.P. (Kerr-McGee) respectfully requests an extension to this APD for the maximum time allowed. Please contact the undersigned with any questions and/or comments. Thank you.  Approved by the Utah Division of Oil, Gas and Mining			
		D	ate: June 03, 2009
By: Baly III			
NAME (PLEASE PRINT) Danielle Piernot	PHONE NUMBER	R TITLE Regulatory Analyst	
	720 929-6156		
<b>SIGNATURE</b> N/A		<b>DATE</b> 6/3/2009	



### The Utah Division of Oil, Gas, and Mining

- State of Utah
- Department of Natural Resources

**Electronic Permitting System - Sundry Notices** 

### Request for Permit Extension Validation Well Number 43047401200000

**API:** 43047401200000 Well Name: NBU 920-15FT

Location: 1964 FNL 1991 FWL QTR SENW SEC 15 TWNP 090S RNG 200E MER S

Company Permit Issued to: KERR-MCGEE OIL & GAS ONSHORE, L.P.

**Date Original Permit Issued:** 6/10/2008

The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that requ

	tion as submitted in the sion. Following is a che					
	ated on private land, ha ed? 问 Yes 📵 No	s the owne	ership changed, if so	, has the sur	face agreei	ment been
	any wells been drilled i requirements for this l			vell which w	ould affect	the spacing or
	nere been any unit or of sproposed well?			at could affe	ect the perr	nitting or operatio
	there been any change the proposed location?			ownership, c	or rightof- v	way, which could
• Has th	ne approved source of v	water for d	rilling changed?	Yes 📵 No	0	
	there been any physica je in plans from what w					
• Is bor	nding still in place, whic	ch covers ti	his proposed well?(	Yes 🗍	No Utah	oved by the Division of s and Mining
	Danielle Piernot		6/3/2009			
Title:	Regulatory Analyst Repr	esenting:	KERR-MCGEE OIL & GA	AS ONSHOR <b>®</b> ,	a <u>te:</u> Jui	ne 03, 2009
	- , , ·	_		,	p 00 c	000

Sig

By: Dolly

Sundry Number: 15097 API Well Number: 43047401200000

STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES			FORM 9
	DIVISION OF OIL, GAS, AND MININ	G	5.LEASE DESIGNATION AND SERIAL NUMBER: UTU-0144868
SUNDRY NOTICES AND REPORTS ON WELLS			6. IF INDIAN, ALLOTTEE OR TRIBE NAME: UTE
Do not use this form for proposition bottom-hole depth, reenter plu DRILL form for such proposals.	sals to drill new wells, significantly deepen exigged wells, or to drill horizontal laterals. Use a	sting wells below current APPLICATION FOR PERMIT TO	7.UNIT or CA AGREEMENT NAME: NATURAL BUTTES
1. TYPE OF WELL Gas Well			8. WELL NAME and NUMBER: NBU 920-15FT
2. NAME OF OPERATOR: KERR-MCGEE OIL & GAS ONS	HORE, L.P.		9. API NUMBER: 43047401200000
<b>3. ADDRESS OF OPERATOR:</b> P.O. Box 173779 1099 18th S	PHONE I treet, Suite 600, Denver, CO, 80217 3779	NUMBER: 720 929-6515 Ex	9. FIELD and POOL or WILDCAT: NATURAL BUTTES
4. LOCATION OF WELL FOOTAGES AT SURFACE: 1964 FNL 1991 FWL			COUNTY: UINTAH
QTR/QTR, SECTION, TOWNSHI Qtr/Qtr: SENW Section: 15	Township: 09.0S Range: 20.0E Meridian: S		STATE: UTAH
11. CHE	CK APPROPRIATE BOXES TO INDICATE I	NATURE OF NOTICE, REPORT	Γ, OR OTHER DATA
TYPE OF SUBMISSION		TYPE OF ACTION	
Kerr-McGee Oil & G extension to this A	CHANGE TO PREVIOUS PLANS  CHANGE WELL STATUS  DEEPEN  OPERATOR CHANGE  PRODUCTION START OR RESUME  REPERFORATE CURRENT FORMATION  TUBING REPAIR  WATER SHUTOFF  WILDCAT WELL DETERMINATION  DMPLETED OPERATIONS. Clearly show all pertine as Onshore, L.P. (Kerr-McGee) report of the maximum time allowwith any questions and/or comm	espectfully requests ar ed. Please contact the nents. Thank you.	NEW CONSTRUCTION   PLUG BACK   RECOMPLETE DIFFERENT FORMATION   TEMPORARY ABANDON   WATER DISPOSAL   ✓ APD EXTENSION   OTHER:
NAME (PLEASE PRINT) Andy Lytle	<b>PHONE NUMBER</b> 720 929-6100	TITLE Regulatory Analyst	
SIGNATURE N/A		DATE 5/13/2011	

Sundry Number: 15097 API Well Number: 43047401200000



#### The Utah Division of Oil, Gas, and Mining

- State of Utah
- Department of Natural Resources

**Electronic Permitting System - Sundry Notices** 

## Request for Permit Extension Validation Well Number 43047401200000

**API:** 43047401200000 Well Name: NBU 920-15FT

Location: 1964 FNL 1991 FWL QTR SENW SEC 15 TWNP 090S RNG 200E MER S

Company Permit Issued to: KERR-MCGEE OIL & GAS ONSHORE, L.P.

**Date Original Permit Issued:** 6/10/2008

The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not require revision. Following is a checklist of some items related to the application, which should be verified.

<ul> <li>If located on private land, has the ownership changed, if so, has the surface agreement been updated?</li> <li>Yes </li> <li>No</li> </ul>
<ul> <li>Have any wells been drilled in the vicinity of the proposed well which would affect the spacing or siting requirements for this location?</li> <li>Yes</li> <li>No</li> </ul>
<ul> <li>Has there been any unit or other agreements put in place that could affect the permitting or operation of this proposed well?</li> <li>Yes</li> <li>No</li> </ul>
<ul> <li>Have there been any changes to the access route including ownership, or rightof- way, which could affect the proposed location?</li> <li>Yes </li> <li>No</li> </ul>
• Has the approved source of water for drilling changed?   Yes  No
<ul> <li>Have there been any physical changes to the surface location or access route which will require a change in plans from what was discussed at the onsite evaluation?</li> <li>Yes </li> <li>No</li> </ul>
• Is bonding still in place, which covers this proposed well?   Yes   No
Delega F/12/2011

**Signature:** Andy Lytle **Date:** 5/13/2011

Title: Regulatory Analyst Representing: KERR-MCGEE OIL & GAS ONSHORE, L.P.

Sundry Number: 26499 API Well Number: 43047401200000

			FORM 9
STATE OF UTAH			FORM 9
DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS, AND MINING			5.LEASE DESIGNATION AND SERIAL NUMBER: UTU-0144868
SUNDRY NOTICES AND REPORTS ON WELLS			6. IF INDIAN, ALLOTTEE OR TRIBE NAME: UTE
	oposals to drill new wells, significantly reenter plugged wells, or to drill horizo n for such proposals.		7.UNIT or CA AGREEMENT NAME: NATURAL BUTTES
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3. ADDRESS OF OPERATOR: P.O. Box 173779 1099 18t	h Street, Suite 600, Denver, CO, 80217	<b>PHONE NUMBER:</b> 7 3779 720 929-	9. FIELD and POOL or WILDCAT: 65NATURAL BUTTES
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QTR/QTR, SECTION, TOWNS	HIP, RANGE, MERIDIAN: 15 Township: 09.0S Range: 20.0E Merio	dian: S	STATE: UTAH
11. CHEC	K APPROPRIATE BOXES TO INDICAT	TE NATURE OF NOTICE, REPOR	RT, OR OTHER DATA
TYPE OF SUBMISSION		TYPE OF ACTION	
	ACIDIZE	ALTER CASING	CASING REPAIR
NOTICE OF INTENT Approximate date work will start:	CHANGE TO PREVIOUS PLANS	CHANGE TUBING	CHANGE WELL NAME
6/10/2012	CHANGE WELL STATUS	COMMINGLE PRODUCING FORMATIONS	CONVERT WELL TYPE
_			
SUBSEQUENT REPORT Date of Work Completion:	DEEPEN	FRACTURE TREAT	☐ NEW CONSTRUCTION
	OPERATOR CHANGE	PLUG AND ABANDON	L PLUG BACK
SPUD REPORT	PRODUCTION START OR RESUME	RECLAMATION OF WELL SITE	RECOMPLETE DIFFERENT FORMATION
Date of Spud:	REPERFORATE CURRENT FORMATION	SIDETRACK TO REPAIR WELL	TEMPORARY ABANDON
	TUBING REPAIR	VENT OR FLARE	WATER DISPOSAL
DRILLING REPORT Report Date:	WATER SHUTOFF	SI TA STATUS EXTENSION	✓ APD EXTENSION
Report Date:	WILDCAT WELL DETERMINATION	OTHER	OTHER:
12 DESCRIBE BROROSED OR	COMPLETED OPERATIONS. Clearly show a	all portinent details including dates	· <u> </u>
	Gas Onshore, L.P. (Kerr-McG		
	APD for the maximum time	, .	
	with any questions and/or co		Oil, Gas and Mining
		•	Date: June 07, 2012
			Oll 143 00 I
			By:
NAME (PLEASE PRINT) Jenn Hawkins	<b>PHONE NUMB</b> 720 929-6247	ER TITLE Staff Operations Specialist	III
SIGNATURE N/A		<b>DATE</b> 6/5/2012	

Sundry Number: 26499 API Well Number: 43047401200000



#### The Utah Division of Oil, Gas, and Mining

- State of Utah
- Department of Natural Resources

**Electronic Permitting System - Sundry Notices** 

#### Request for Permit Extension Validation Well Number 43047401200000

**API:** 43047401200000 **Well Name:** NBU 920-15FT

Location: 1964 FNL 1991 FWL QTR SENW SEC 15 TWNP 090S RNG 200E MER S

Company Permit Issued to: KERR-MCGEE OIL & GAS ONSHORE, L.P.

Date Original Permit Issued: 6/10/2008

The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not require revision. Following is a checklist of some items related to the application, which should be verified.

. oo	o a oncommot or come nome re	stated to the approacher, which chedia be verified.
	cated on private land, has the	ownership changed, if so, has the surface agreement been updated?
	e any wells been drilled in the iirements for this location?	vicinity of the proposed well which would affect the spacing or siting  Yes  No
	there been any unit or other a posed well? ( Yes ( N	agreements put in place that could affect the permitting or operation of thi o
	e there been any changes to t posed location? ( Yes ( )	he access route including ownership, or rightof- way, which could affect th No
• Has	the approved source of water	for drilling changed? 🔘 Yes 🌘 No
		nges to the surface location or access route which will require a change in the onsite evaluation? ( Yes ( No
• Is bo	onding still in place, which co	vers this proposed well? 🌘 Yes 🔘 No
Signature:	Jenn Hawkins	Date: 6/5/2012
Title:	Staff Operations Specialist III	Representing: KERR-MCGEE OIL & GAS ONSHORE, L.P.

RECEIVED: Jun. 05, 2012



## **United States Department of the Interior**

BUREAU OF LAND MANAGEMENT
Green River District
Vernal Field Office
170 South 500 East
Vernal, UT 84078
http://www.blm.gov/ut/st/en/fo/vernal.html



April 1, 2013

IN REPLY REFER TO: 3160 (UTG011)

Julie Jacobson Kerr McGee Oil & Gas Onshore LP PO Box 173779 Denver, CO 80217-3779

Re: Request to Return APD
Well No. NBU 920-15FT
SENW, Sec. 15, T9S, R20E
Uintah County, Utah
Lease No. UTU-0144868B
Natural Buttes Unit

43 047 40120

#### Dear Julie:

The Application for Permit to Drill (APD) for the above referenced well received in this office on June 9, 2008, is being returned unapproved per your request to this office in an email message to Natural Resource Specialist Tyler Cox received on March 7, 2013. If you intend to drill at this location at a future date, a new APD must be submitted.

If you have any questions regarding APD processing, please contact Robin R. Hansen at (435) 781-3428.

Sincerely,

/s/ Jerry Kenczka

Jerry Kenczka
Assistant Field Manager
Lands & Resource Minerals

**Enclosures** 

CC:

**UDOGM** 

bcc:

Well File

RECEIVED

MAY 0 1 2013

DIV. OF OIL, GAS & MINING



# State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER

Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA Division Director

June 11, 2013

Teena Paulo Kerr-McGee Oil & Gas Onshore, L.P. 1099 18<sup>TH</sup> Street, Suite 600 Denver, CO 80202

43 047 40120 NBU 920-15FT 95 2DE 15

Re:

APDs Rescinded for Kerr-McGee Oil & Gas Onshore, L.P

Carbon and Uintah County

Dear Ms. Paulo:

Enclosed find the list of APDs that you requested to be rescinded. No drilling activity at these locations has been reported to the division. Therefore, approval to drill these wells is hereby rescinded, effective May 31, 2013.

A new APD must be filed with this office for approval prior to the commencement of any future work on the subject location.

If any previously unreported operations have been performed on this well location, it is imperative that you notify the Division immediately.

Sincerely,

**Environmental Scientist** 

cc: Well File

Bureau of Land Management, Vernal



43-007-50002	North Bench Fed 43-20
43-007-50004	North Bench Fed 22-21
43-007-50005	North Bench Fed 32-21
43-007-50006	North Bench Fed 43-21
43-007-50007	North Bench Fed 12-22
43-007-50001	North Bench Fed 32-20
43-007-50012	Wellington Fed 23 -20
43-007-50015	Wellington Fed 32-30
43-007-50017	Wellington Fed 41-25
<del></del>	NBU 920-15FT
43-047-40124	HATCH 923-25K
43-047-40144	HATCH 923-14I
43-047-40145	HATCH 923-25E
43-047-39370	NBU 922-18I
43-047-38308	BONANZA 1023-10N3DS